

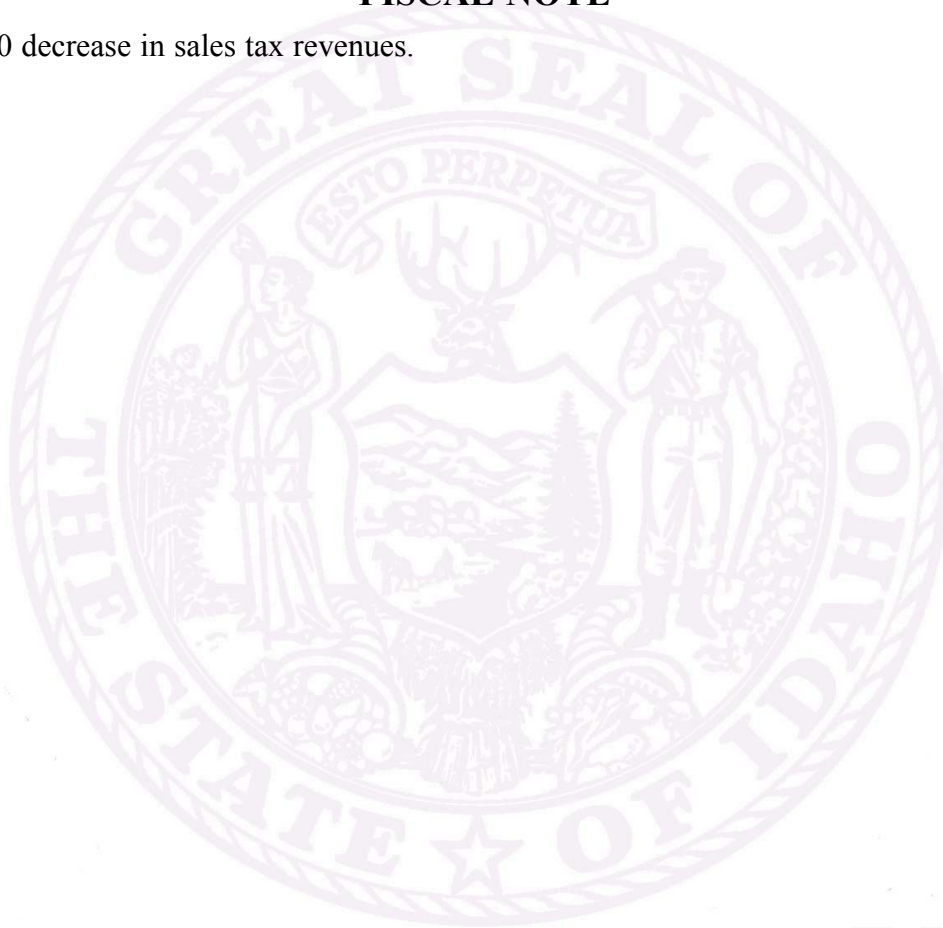
## **STATEMENT OF PURPOSE**

### **RS23256**

Under current law, most vehicles may be sold to non residents exempt from sales tax for use outside of Idaho. This exemption does not cover utility type vehicles (UTVs) or specialty off-highway vehicles (SOHVs) making them subject to sales tax even though used outside of the state. This places Idaho sellers at a competitive disadvantage to some out of state vendors. In addition, Idaho sellers have consistently expressed confusion and difficulty in administering the exception for these types of vehicles. The proposed legislation adds these vehicles to the list of vehicles that may be sold to non residents exempt from tax

### **FISCAL NOTE**

A \$200,000 decrease in sales tax revenues.



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